UNITED STATES DISTRICT COURT EASTERN DISTRICT OF NEW YORK

JAMES CARVER, as President of the Nassau County Police Benevolent Association, GARY LEARNED, as President of the Superior Officers Association of Nassau County, and THOMAS R. WILLDIGG, as President of the Nassau County Police Detectives' Association, Inc.,



MEMORANDUM AND ORDER

Plaintiffs.

-against-

NASSAU COUNTY INTERIM FINANCE AUTHORITY, RONALD A. STACK, LEONARD D. STEINMAN, ROBERT A. WILD, CHRISTOPHER P. WRIGHT, GEORGE J. MARLIN, THOMAS W. STOKES, in their official capacities as directors/members of the Nassau County Interim Finance Authority, EDWARD MANGANO, in his official capacity as COUNTY EXECUTIVE OF NASSAU COUNTY, COUNTY OF NASSAU, and GEORGE MARAGOS, in his official capacity as NASSAU COUNTY COMPTROLLER.

IN CLERK'S OFFICE U.S. DISTRICT COURT E.D.N.Y. FILED

SEP 25 2013

CV 11-1614

(Wexler, J.)

LONG ISLAND OFFICE

Defendants.

APPEARANCES:

STROOCK & STROOCK & LAVAN LLP BY: ALAN A. KLINGER, ESQ. 180 Maiden Lane New York, New York 10038

GREENBERG BURZICHELLI GREENBERG P.C. BY: HARRY GREENBERG, ESQ. 3000 Marcus Avenue, Suite 1W7

Lake Success, New York 11042 Attorneys for Plaintiffs

SKADDEN, ARPS, SLATE, MEAGHER & FLOM LLP BY: CHRISTOPHER GUNTHER, ESQ. Four Times Square New York, New York 10036-6522 Attorneys for Defendants Nassau County Interim Finance Authority and Individual Directors/Members

JACKSON LEWIS LLP
BY: MARK L. SUSSMAN, ESQ.
58 South Service Road, Suite 410
Melville, New York 11747
Attorneys for Defendants County of Nassau
Edward Mangano and George Maragos

WEXLER, District Judge

In this action Plaintiffs, officers representing three Nassau County Police Officers and Detectives Unions (collectively the "Unions") challenge the imposition of a wage freeze imposed by Defendant Nassau County Interim Finance Authority ("NIFA" or the "Authority"). Plaintiffs claim that the wage freeze violates the Contracts Clause of Article 1 of the United States Constitution and was imposed in violation of the express terms of Section 3669 of the New York Public Authorities Law – the statute that authorizes imposition of a wage freeze under certain circumstances.

In a Memorandum and Opinion dated February 14, 2013, this court held that the wage freeze was not authorized by the relevant legislation, and granted Plaintiffs' motions for summary judgment as to that issue. The Constitutional issue was not decided. <u>Carver v. Nassau County Interim Finance Authority</u>, 923 F.Supp.2d 423 (E.D.N.Y. 2013).

On appeal, the Second Circuit vacated and remanded the matter to this court. Carver v.

Nassau County Interim Finance Authority, No. 13-0801, 13-840 (September 20, 2013). The

appellate court held that this court should not have exercised jurisdiction to decide the issue of

statutory interpretation which raised "an unresolved issue of state law - the interpretation of a

poorly drawn statute." The Second Circuit remanded the case with instructions to dismiss the

state law claim, but retain jurisdiction over the federal constitutional claim. That court further

noted that if Plaintiffs decide to pursue their statutory claim in the appropriate state forum, this

court should consider exercising its discretion to stay this federal action pending completion of

the state court proceedings.

In accordance with the decision of the Second Circuit, this court directs Plaintiffs to

inform this court, within one week of the date of this order, whether they intend to pursue their

state law claim in a state forum, or abandon that claim and pursue only this federal action. In the

event that Plaintiffs elect to proceed with the statutory construction claim in state court, this court

will exercise the discretion to stay this action, along with the related actions that are presently

pending before this court.

SO ORDERED.

LEONARD D. WEXLER

UNITED STATES DISTRICT JUDGE

Dated: Central Islip, New York September 25, 2013

3